

RESOLUTION OF BOSTON REDEVELOPMENT AUTHORITY AUTHORIZING
FILING OF AMENDATORY APPLICATION FOR LOAN AND RELOCATION
GRANT FOR PROJECT NO. MASS. R-77

WHEREAS, the Boston Redevelopment Authority is party to a Loan and Capital Grant Contract with the United States dated January 18, 1965, as amended;

WHEREAS, it is necessary and in the public interest for purposes of Project No. R-77 described in said contract (hereinafter referred to as the "Project"), that the Loan and Relocation Grant specified in said contract be increased to provide for additional loan and grant assistance;

WHEREAS, no additional obligations or responsibility will be imposed on the City as the result of such additional assistance;

WHEREAS, Title VI of the Civil Rights Act of 1964, and regulations of the Federal Department of Housing and Urban Development effectuating that Title, provide that no person shall, on the ground of race, color, or national origin, be excluded from participation in, be denied the benefits of, or be subjected to discrimination in the undertaking and carrying out of urban renewal projects assisted under Title I of the Housing Act of 1949, as amended;

NOW, THEREFORE, BE IT RESOLVED BY THE BOSTON REDEVELOPMENT AUTHORITY:

1. That an application to amend the Loan and Grant Contract No. Mass. R-77, dated January 18, 1965, as amended, for the purpose of seeking an increase of the Project Temporary Loan from \$20,635,200 to \$22,036,200 and the Relocation Grant from \$1,125,000 to \$2,526,000 is hereby approved, and that the Development Administrator is hereby authorized, for and on behalf of the Authority, to execute and file such Amendatory Application with the Department of Housing and Urban Development, and to provide such additional information and furnish such documents as may be required by said Department.

2. That the United States of America and the Secretary of the Department of Housing and Urban Development be, and they hereby are, assured of full compliance by the Authority with regulations effectuating Title VI of the Civil Rights Act of 1964.

February 29, 1968

MEMORANDUM

TO: Boston Redevelopment Authority

FROM: Hale Champion, Development Administrator

SUBJECT: Waterfront Project, Mass. R-77
Loan and Capital Grant Contract

Approval of an Application to Amend the Waterfront Project Loan and Capital Grant Contract is Requested in order to Increase the Relocation Grant from \$1,125,000 to \$2,526,000 and the Project Temporary Loan from \$20,635,200 to \$22,036,200

It is recommended that an application to HUD be approved to increase the Waterfront Project business relocation grant. In that connection, an increase in the Project Temporary Loan would also be necessary.

During the next few months the total cost of business relocation payments will exceed the existing \$1,125,000 relocation grant.

There are about 500 businesses in the Waterfront Project workload. One hundred ninety-one of those businesses have received their payments.

The total cost of those payments, including moving expenses, small business displacement payments and the federal share of payments in excess of \$25,000, is approximately \$986,000. Thus about \$139,000 remains available.

Relocation payments to those 191 businesses for moving expenses have totaled \$859,766, an average cost of \$4,500 per business. Fifty-six of the 191 businesses also received small business displacement payments totaling an additional \$126,000.

Approximately 309 more businesses will receive relocation payments for moving expenses. On the basis of our experience to date, the cost of moving expenses per business will average about \$4,500, so the total cost for the 500 businesses will amount to about \$2,250,000. It is estimated that about 60 of the 309 businesses will be eligible for small business displacement payments of \$2,500 each. The total of such payments for the estimated 116 eligible businesses is expected to be about \$276,000.

A revision of the Relocation Grant providing for additional funds for future relocation costs is therefore required. Relocation Grant funds are 100 percent federal, except for the local one-third share of payments in excess of \$25,000. City funds are available to cover the local one-third.

A revision of the project temporary loan from \$20,635,200 to \$22,036,200 is also necessary to meet the increase of \$1,401,000 in total cash requirements resulting from the proposed revision of the relocation grant.

Summary of relocation costs:

Estimated cost of moving expenses, 500 businesses @ \$4,500	\$2,250,000
Estimated cost of small business displacement pay- ments, 116 businesses	<u>276,000</u>
Total estimated cost of relocation payments	\$2,526,000
Relocation payments approved in original budget	\$1,125,000
Increase in relocation payments required	\$1,401,000

An appropriate resolution is attached.

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